

Message Text

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ORIGIN XMB-04

INFO OCT-01 ARA-06 ISO-00 AID-05 CIAE-00 COME-00 EB-07

FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 OPIC-03 SP-02

CIEP-01 LAB-04 SIL-01 OMB-01 /051 R

DRAFTED BY XMB:MORRIS/SIMONINI

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ARA/NC:THOMAS W. SONANDERSON

----- 066545

R 281423Z JAN 76

FM SECSTATE WASHDC

TO AMEMBASSY CARACAS

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E.O. 11652: N/A

TAGS: EAID, EFIN, XM

SUBJECT: EVENT OF DEFAULT EXIMBANK CREDIT NO. 3338

REF: (A) STATE 298141; (B) CARACAS 00607

1. EXIMBANK HAS CONSIDERED CONTENT REFERENCE B AND FINDS UNACCEPTABLE THE DIRECTOR OF PUBLIC CREDITS' PROPOSAL TO PAY EXIMBANK IN TRanches BEGINNING AUGUST 1976. AS IVP IS AWARE, ITS PREPAYMENT OF MANUFACTURERS HANOVER TRUST CREDIT WITHOUT RATABLY PREPAYING EXIMBANK REPRESENTS AN EVENT OF DEFAULT UNDER THE TERMS OF THE CREDIT AGREEMENT.

2. ACCORDINGLY, EXIMBANK'S POSITION REMAINS UNCHANGED THAT IVP MUST EITHER PAY EXIMBANK DOLS 20,790,00.00 IMMEDIATELY OR INSTRUCT MANUFACTURERS HANOVER TRUST TO REMIT OR OTHERWISE PAY TO EXIMBANK ONE-HALF OF THE DOLS 20,790,000.00 REPAYMENT MADE TO THAT INSTITUTION.

3. IN VIEW OF THE SERIOUSNESS WITH WHICH EXIMBANK REGARDS THIS
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EVENT OF DEFAULT, EXIMBANK REQUESTS THAT AMBASSADOR SHLAUDEMAN

DISCUSS THIS MATTER WITH MINISTER OF FINANCE, H. HURTADO, IN
AN EFFORT TO EFFECT A PROMPT SOLUTION THROUGH A RATABLE
PREPAYMENT. IN ORDER NOT TO ADVERSELY AFFECT THE AID
ACCELERATED REPAYMENT NEGOTIATION, WHICH APPARENTLY NOW ON THE
VERGE OF FAVORABLE RESOLUTION, SUGGEST INITIAL APPROACH
BE MADE BY ECONOMIC COUNSELOR AT AN APPROPRIATE SUB-MINISTERIAL
LEVEL.
KISSINGER

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LOANS, DEBT REPAYMENTS, NEGOTIATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 28 JAN 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ShawDG
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976STATE021186
Document Source: CORE
Document Unique ID: 00
Drafter: MORRIS/SIMONINI
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760033-0035
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760112/aaaaakmo.tel
Line Count: 69
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN XMB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 76 STATE 298141, 76 CARACAS 607
Review Action: RELEASED, APPROVED
Review Authority: ShawDG
Review Comment: n/a
Review Content Flags:
Review Date: 28 JUL 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <28 JUL 2004 by coburnhl>; APPROVED <29 OCT 2004 by ShawDG>
Review Markings:

Margaret P. Grafeld
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EO Systematic Review
04 MAY 2006

Review Media Identifier:
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Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: EVENT OF DEFAULT EXIMBANK CREDIT NO. 3338
TAGS: EAID, EFIN, XM, XMB
To: CARACAS
Type: TE
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